

Table 1

Arizona Tax Amnesty Descriptions ^{1/}

<u>Legislation</u>	<u>Amnesty Period</u>	<u>Applicable Liability Period ^{2/}</u>	<u>Eligible Tax Categories</u>	<u>Qualifying Liability ^{3/}</u>	<u>Penalties Waived</u>	<u>Interest Waived</u>
Laws 2016, Chapter 125	September 1 - October 31 of 2016, 2017 and 2018. ^{4/}	Tax years ending before January 1, 2014	Corporate income, individual income, and transaction privilege taxes. Excludes withholding tax.	Established or Not Established. Liability may not be under DOR audit.	100%	100%
Laws 2015, Chapter 10	September 1 - October 31, 2015	Tax years ending before January 1, 2014	Corporate income, individual income, and transaction privilege taxes. Excludes withholding tax.	Established or Not Established	100%	100%
Laws 2011, Chapter 28	September 1 - October 1, 2011	Tax years after December 31, 2003 and ending before January 1, 2010	All taxes collected by DOR, except estate and ad valorem property taxes.	Not Established	100%	Reduced interest rate
Laws 2009, 1st Special Session, Chapter 3	May 1 - June 1, 2009	Tax years beginning after December 31, 2001 and ending before January 1, 2008	All taxes collected by DOR, except estate and ad valorem property taxes.	Not Established	100%	Reduced interest rate
Laws 2003, Chapter 263	September 1 - October 31, 2003	Tax years beginning after December 31, 1982 and ending before January 1, 2002	All taxes collected by DOR, except estate and ad valorem property taxes.	Not Established	100%	Reduced interest rate
Laws 2001, 2nd Special Session, Chapter 2	January 1 - February 28, 2002	Tax years ending before November 1, 2001	Individual income tax	Established	Reduced penalties	-

^{1/} The state conducted another amnesty in 1982, which is not included in this chart.

^{2/} Applicable liability periods listed apply to taxpayers that file annually.

^{3/} Represents the type of liability that amnesty covers. The amount of an "established" liability is known by DOR and is recorded in the agency's accounts receivable. Alternatively, tax liability that is the result of not filing, or under reporting, is termed "not established".

^{4/} Taxpayers may choose to pay off tax liabilities at once from September 1 to October 31, 2016 or over 3 years, from September 1 to October 31 in 2016 to 2018. If a taxpayer elects the 3-year option, they must pay at least 33% of the total liability by October 31, 2016, at least 66% by October 31, 2017 and 100% by October 31, 2018.

Table 2

Arizona Tax Amnesty General Fund Revenues ^{1/}
 (\$ in millions)

<u>Amnesty Legislation</u>	<u>Fiscal Year</u>	<u>Total Collections ^{2/}</u>			<u>Actual Collections By Category ^{2/}</u>			
		<u>Budgeted Collections</u>	<u>Actual Collections</u>	<u>Difference</u>	<u>Corporate Income Tax</u>	<u>Individual Income Tax</u>	<u>Transaction Privilege Tax</u>	<u>Other Tax</u>
Laws 2016, Chapter 125	FY 2019	<u>3/</u>	\$ 1.6	\$ 1.6	\$ 0.3	\$ 0.2	\$ 1.1	\$ -
	FY 2018	<u>3/</u>	\$ 1.8	\$ 1.8	\$ (0.2)	\$ 0.5	\$ 1.5	\$ -
	FY 2017	<u>3/</u>	\$ 6.2	\$ 6.2	\$ 1.3	\$ 1.7	\$ 3.2	\$ -
Laws 2015, Chapter 10 ^{4/}	FY 2016	\$ 15.0	\$ 14.1	\$ (0.9)	\$ 7.3	\$ 2.4	\$ 4.4	\$ -
Laws 2011, Chapter 28	FY 2012	\$ 22.0	\$ 12.9	\$ (9.1)	\$ 4.0	\$ 6.1	\$ 2.8	\$ 0.0
Laws 2009, 1st Special Session, Chapter 3 ^{5/}	FY 2009	\$ 5.0	\$ 15.4	\$ 10.4	\$ 9.7	\$ 0.1	\$ 5.6	\$ -
Laws 2003, Chapter 263 ^{6/}	FY 2004	\$ 25.0	\$ 49.1	\$ 24.1	\$ 33.7	\$ 3.1	\$ 12.3	\$ 0.1
Laws 2001, 2nd Special Session, Chapter 2	FY 2002	\$ 10.0	\$ 1.9	\$ (8.1)	\$ -	\$ 1.9	\$ -	\$ -

^{1/} The state conducted another amnesty in 1982, which is not included in this chart.

^{2/} Amounts exclude distributions of TPT to local governments and other non-General Fund sources.

^{3/} Due to the exclusion of audited liabilities and general uncertainty about participation in the program, the May 2016 enacted budgeted did not include any projected revenues for tax amnesty from FY 2017 to FY 2019.

^{4/} Actual collections exclude \$33 million in audit collections that were received through the amnesty program, but that would have been collected in any circumstance.

^{5/} Actual collections exclude \$13 million in audit collections that were received through the amnesty program, but that would have been collected in any circumstance.

^{6/} Actual collections exclude \$22 million in audit collections that were received through the amnesty program, but that would have been collected in any circumstance.

Sources: Department of Revenue letters to the Legislature and Annual Reports.